FOR MYSORE STATE

27—40,006—27-10-52.

Fin ance (1948) Department

Ms. SERIES.

G.O No. 206

Dated 3-3-49

[Despatch Abstract.]

Committee - Constitution of the Economy Committee -

Letter from the Government of India - Recorded.

No.F.1(1) O.S.D.- Econ/48.
GOVERNMENT OF INDIA
MINISTRY OF FINANCE

New Delhi, the 4th February, 1948.

From

C.S. Rau, Esq.,
Deputy Secretary to the Government of India,
Ministry of Finance, "Economy Committee",
NEW DELHI.

To

The Chief Secretary to the Government of Madras,
Fort St. George. Madras.

Sub: SETTING UP OF THE ECONOMY COMMITTEE.

Sir,

I am directed to enclose a copy of this Ministry's Resolution No.F,1(1) O.S.D. (Econ)/48, dated the 28th January, 1948, on the subject indicated above and to request that you will be good enough to afford full co-operation to the Committee in connection with their enquiry.

I have the honour to be,
Sir,
Your most obedient servant,
Sd. Rau.
Deputy Secretary to the Government of India.
(Economy Committee).

MINISTRY OF FINANCE

R E S O L U C I ONN

New Delhi, the 28th January 1948.

No.F.1 (1)-O.S.D.(Econ)/48- In pursuance of the undertaking given by the Government in the Constituent Assembly (Legislativ on the cut motion of Shri B. Das regarding economy in expenditure and the widespread desire expressed in the House regarding economy, Government have decided to set up an Economy Committee with headquarters at Delhi, the composition of which will be as follows:

Shri Kasturbhai Lalbhai, — Chairman.

Shri B. Das, Member, Constitutent Assembly.
Shri S.K. Patil, Member, Constitutent Assembly.
Shri T.A. Ramalingam Chettiar, Member, Constituent Assembly.
Shri Ishwar Dayal, Accountant General
— Members.

Shri G.S. Rau, Deputy Secretary ~~Secretary~~ Finance Ministry. (Secretary)

2. The following will be the terms of reference of the Committee:

"To review the increase in the Civil Expenditure of the Central Government since 1938-39 and to make recommendations for the promotion of true economy in the administration by the elimination of unnecessary, wasteful or extravagant expenditure having regard particularly to:

(1) the termination of activities which have ceased to serve any essential purpose;
(2) the desirability of reducing or curtailing any fuctions or activities which may have been undertaken by the Central Government within the Provincial sphere beyond what is necessary;
(3) the reduction of the scale of expenditure on staff contingencies and supplied and services which is in excess of the minimum which is essential for an efficient administrative machinery; and
(4) in regard to development expenditure to draw attention as far as possible to expenditure which is not in accordance with any defined policy of the Central Government and to suggest methods by which Government policy might be most economically carried out".

3. The Committee will examine the expenditure pertaining to all the Civil Departments, their attached and subordinates offices including the Chief Commissioners Provinces and the Civilian establishment under the Defence Ministry. As regards the Railway Ministry, the expenditure incurred from the Railway Revenues is already under examination by the Indian Railways Enquiry Committee 1947.

4. It will be within the competence of the Committee to call for any information in writing and to take evidence from any Department or officer of the Government of India. As the experience of the Provincial Governments will be of value of to the Committee in connection with their enquiries, the Central Government trust that the full co-operation of all Provincial Governments and administrations will be afforded to the Committee.

Sd. K.R.P. AIYANGAR,
JOINT SECRETARY.

p.t.o.

ORDERED that the Resolution may be published in the Gazettee of India and communicated to the Ministries of the Government of India; the Cabinert Serretariat and the Prime Minister's Secretariat.

Copy forwarded to all Chief Commissioners.

R.P. SARATHY, DEPUTY SECRETARY.

/True Copy/

Superintendent

GOVERNMENT OF MADRAS.
Abstract.

Committee - Constitution of the Economy Committee - Letter from the Government of India - Recorded.

Finance Department.

G.O.MSNO. 206. Dated 3rd March 1948.

Read the following:

From the Government of India, Ministry of Finance (Economy Committee) No.F.1(1)-O.S.D.-Econ/48, dated 4-2-1948.

O R D E R:

R e c o r d e d.

2. Copy communicated to the Departments of the Secretariat for information and necessary action.

/By order of His Excellency the Governor/

Sd. x x x
Secretary to the Government.

To the Departments of the Secretariat.
" " Secretariat of the Madras Legislature.
" " Principal, Private Secretary to Hon'ble Premier.
" " Accountant General, Madras. ~~(with~~

} with a copy of P. 3. ef)

/True Copy/

Superintendent
Madras Records Office